

## Outcome of Substantive LOC Recommendations

LOC Proposal Number	Title	Where
1.2	Allow LMEs the flexibility to shift up to 15% of their funds between age and disability categories (sunsets July 1, 2007).	S.L. 2006-142 (HB 2077), Section 6
3.4	Extend the sunset for the First Commitment Pilot Program from July 1, 2006 to October 1, 2007.	S.L. 2006-66 (SB 1741), Section 10.27
4.1	Direct DHHS to consolidate recent State Plans to produce a single document that meets the requirements of G.S 122C-102 and contains a cumulative statement of all still-applicable provisions of those plans, identify those directives contained in the Plan and other communications by the Division that must be adopted as an administrative rule in order to be enforceable, and to undertake to adopt those rules.	S.L. 2006-142 (HB 2077), Section 2(b)
4.2	Clarify that the State Plan is a strategic document intended to provide a course of State and local action for a 3-year period of time, that contains specific goals for system reform, designates benchmarks for reaching those goals and identifies data that can be utilized to measure progress towards those goals, and is coordinated with the implementation of crisis services by LMEs.	S.L. 2006-142 (HB 2077), Section 2(a)
4.3	Clarify that the Secretary and the Division of MH/DD/SAS have a duty to provide more technical assistance to LMEs.	S.L. 2006-142 (HB 2077), Section 4(m)
5.1	Amend Article 4 of Chapter 122C to clearly articulate the administrative and managerial functions that are the responsibility of an LME and clarify that LME functions may not be removed by the Secretary absent an individualized finding that a particular program is not providing minimally adequate services or is in imminent danger of failing financially.	S.L. 2006-142 (HB 2077), Section 4 - <b>with modifications</b>
5.2	Direct the Division to recalculate the LME systems management allocations for SFY 2006-2007 to include funds for each LME to implement 24/7/365 screening, triage and referral and the review and approval of all person-centered plans.	S.L. 2006-66 (SB 1741), Section 10.32 - <b>with modifications</b>
5.3	Direct the Department to retain all funds withdrawn from the LME cost model allocations that are not accounted for in subsection 5.2 of this section and transfer the funds to LMEs to use for services.	S.L. 2006-66 (SB 1741), Section 10.32 <b>limits the amount that can be cut, but does not direct that the funding cut go to services</b>

## Outcome of Substantive LOC Recommendations

LOC Proposal Number	Title	Where
5.4	Amend Article 4 of Chapter 122C to comply with the current Division practice to require that by July 1, 2007, all LMEs must have catchment areas that include at least 6 counties or a population of at least 200,000. LMEs that do not comply with this requirement will lose 10% of their administrative funding each year until mergers have been accomplished. Administrative savings realized under this provision shall be reallocated to those LMEs for services.	S.L. 2006-66 (SB 1741), Section 10.32 - <b>with modifications</b>
5.5	Direct the Office of State Personnel to study the job functions of area directors and finance officers and implement job classifications by December 1, 2006, that reflect the necessary skills for those positions. These new requirements would apply to persons hired on or after January 1, 2007.	S.L. 2006-142 (HB 2077), Section 4
5.6	Standardize area board membership to 3-year terms and prohibit individuals from serving more than 2 consecutive terms. Amend LME board member requirements to increase participation by individuals with business and financial backgrounds and to create more flexibility as to the appointment of consumer members.	S.L. 2006-142 (HB 2077), Section 4 - <b>with modifications</b>
5.7	Amend Chapters 122C and 160A to require that the quarterly financial reports filed by LMEs with their counties must be reviewed and commented on by the county finance officers.	S.L. 2006-142 (HB 2077), Section 3 - <b>with modifications</b>
5.8	Amend a number of statutes to clarify that counties may create provide services to an LME under their general powers.	S.L. 2006-142 (HB 2077), Section 4 - <b>with modifications</b>
6.1	Codify local CFACS to clarify and focus their roles and responsibilities.	S.L. 2006-142 (HB 2077), Section 5 - <b>with modifications</b>
6.2	Codify the State CFAC and allocate appointments to the Secretary of DHHS, President Pro Tempore of the Senate, the Speaker of the House of Representatives, the Council of Community Programs and the Association of County Commissioners.	S.L. 2006-142 (HB 2077), Section 5 - <b>with modifications</b>
7.1	Make the facility licensure requirements for outpatient substance abuse services consistent with the facility licensure requirements for outpatient mental health or developmental disability services.	S.L. 2006-142 (HB 2077), Section 7
7.2	Direct the Division to adopt: (a) a uniform provider contract, uniform billing and claims forms, and uniform person centered plan forms to be used by all providers and all LMEs; (b) a standard definition of what constitutes a clean claim, standardized denial codes, a standardized policy related to the coordination of benefits; (c) a system to provide timely outcome data to LMEs, and (d) identify other areas of standardization that could be implemented without undermining the management authority of LMEs.	S.L. 2006-142 (HB 2077), Section 4(m) - <b>with modifications</b>

## Outcome of Substantive LOC Recommendations

LOC Proposal Number	Title	Where
7.3	Direct the Division to identify and eliminate processes and procedures that are duplicative or result in unnecessary paperwork and eliminate or reduce those as much as possible.	S.L. 2006-66 (SB 1741), Section 10.28(6) <b>with modifications</b>
8.1	Direct the LOC to study mechanisms to allow LMEs to purchase bed days from the State psychiatric hospitals, whether implementation of a Medicaid 1915(b) waiver on a State-wide or expanded basis would strengthen the ability of LMEs to manage the MH/DD/SA system, and whether to consolidate age and disability funding categories	S.L. 2006-32 (HB 2120) - <b>with modifications</b>
8.2	Amend Article 27 of Chapter 120 to make the LOC's oversight powers consistent with those of other oversight committees.	S.L. 2006-32 (HB 2120) - <b>with modifications</b>
8.3	Repeal the Legislative Study Commission on Mental Health, Developmental Disabilities and Substance Abuse Services.	S.L. 2006-32 (HB 2120) - <b>with modifications</b>